

Message Text

CONFIDENTIAL

PAGE 01 BRASIL 08977 202106Z

67

ACTION EB-07

INFO OCT-01 ARA-06 ISO-00 AGRE-00 CEA-01 CIAE-00 COME-00

DODE-00 FRB-03 H-02 INR-07 INT-05 L-03 LAB-04 NSAE-00

NSC-05 PA-01 AID-05 CIEP-01 SS-15 STR-04 ITC-01

TRSE-00 USIA-06 PRS-01 SP-02 OMB-01 FEA-01 /082 W

----- 014330

P R 202030Z OCT 76

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC PRIORITY 8404

INFO AMCONSUL RIO DE JANEIRO

AMCONSUL SAO PAULO

C O N F I D E N T I A L BRASILIA 8977

PASS TREASURY FOR PETER SUCHMAN

E.O. 11652: GDS

TAGS: ETRD, BR

SUBJ: COUNTERVAILING DUTIES ON SHOES

REF: (A) BRASILIA 8755; (B) SUCHMAN/DEFALCO TELECON OF 10/19/76

1. THE AMBASSADOR CONCURS WITH THE PROPOSED LETTER FROM SECRETARY SIMON TO FINANCE MINISTER SIMONSEN, AS PER REF B. FOREIGN MINISTER SILVEIRA'S STATEMENT TO THE PRESS, TO THE EFFECT THAT THE SIMON-SIMONSEN AGREEMENT OF LAST MAY PRECLUDED THE RE-OPENING OF THE ITC INVESTIGATION, WAS APPARENTLY MADE AFTER HE WAS INFORMED ON AT LEAST TWO OCCASIONS DURING HIS TALKS IN WASHINGTON THAT THE TWO THINGS ARE NOT RELATED (REF A). THE AMBASSADOR, THEREFORE, BELIEVES THAT A LETTER TO SIMONSEN, WHICH REFERRED TO AND CORRECTED THE FOREIGN MINISTER'S STATEMENT, WOULD BE VERY HELPFUL INDEED.

2. THE FINATT HAD OCCASION TO DISCUSS SILVEIRA'S STATEMENT WITH FRANCISCO DORNELLES FROM THE FINANCE MINISTRY. DORNELLES SAID HE WAS NOT SURPRISED BY THE FOREIGN MINISTER'S STATEMENT, CLAIMING THAT THE FOREIGN MINISTER DOES NOT ALWAYS FULLY UNDERSTAND SOME OF
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 BRASIL 08977 202106Z

THE MORE TECHNICAL ECONOMIC PROBLEMS SUCH AS COUNTERVAILING DUTIES.

DORNELLES NOTED, HOWEVER, THAT THERE ARE FORCES WITHIN THE GOB (HE NOTED SPECIFICALLY THE FOREIGN MINISTRY AND CACEX) WHICH ARE MAINTAINING THAT BRAZIL SHOULD RENEGE ON THE COMMITMENT MADE TO SECRETARY SIMON TO ELIMINATE THE ICM CREDITS ON SHOE EXPORTS BY JANUARY 1, 1977, IN "RETALIATION" FOR THE RE-OPENING OF THE ITC INVESTIGATION. WHEN IT WAS POINTED OUT TO DORNELLES THAT SUCH A POSITION DID NOT MAKE ANY SENSE, HE READILY AGREED AND STATED THAT HE WOULD CERTAINLY SUPPORT THE POSITION IN FAVOR OF CARRYING OUT THE SIMON-SIMONSEN AGREEMENT. DORNELLES GAVE THE IMPRESSION, HOWEVER, THAT THE MATTER WAS NOT YET SETTLED WHICH PROVIDES ANOTHER VERY IMPORTANT REASON FOR HAVING SECRETARY SIMON WRITE TO FINANCE MINISTER SIMONSEN.

CRIMMINS

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: COUNTERVAILING DUTIES, SHOES
Control Number: n/a
Copy: SINGLE
Draft Date: 20 OCT 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: greeneet
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976BRASIL08977
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D760393-1256
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19761034/aaaabdgq.tel
Line Count: 74
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: 76 BRASILIA 8755
Review Action: RELEASED, APPROVED
Review Authority: greeneet
Review Comment: n/a
Review Content Flags:
Review Date: 14 JUL 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14 JUL 2004 by CunninFX>; APPROVED <25 OCT 2004 by greeneet>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: COUNTERVAILING DUTIES ON SHOES
TAGS: ETRD, BR, US
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006